EMAKHAZENI LOCAL MUNICIPALITY

FINANCIAL STATEMENTS

30 JUNE 2009

I am responsible for the preparation of these financial statements, which are set out on pages 1 to 26, in terms of Section 126(1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.These financial statements have not been audited

I certify that the salaries, allowances and benefits of Councilors as disclosed in note 12 & 13 of these annual financial statements are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Revenue of Public Office Bearers Act and the Minister of Provincial and Local Government's determination in accordance with the Act.

Municipal Manager

31/08/09

Date

CONTENTS

Description	*Page*
GENERAL INFORMATION	1
FOREWORD	2-5
REPORT OF THE MUNICIPAL MANAGER	6-10
REPORT OF THE CFO	11-12
ACCOUNTING POLICIES	13-14
BALANCE SHEET	15
INCOME STATEMENT	16
CASH FLOW STATEMENT	17
NOTES TO THE FINANCIAL STATEMENTS	18-20
APPENDICES:	
A. STATUTORY FUNDS, RESERVES AND PROVISIONS	21
B. EXTERNAL LOANS AND INTERNAL ADVANCES	22
C. ANALYSIS OF FIXED ASSETS	23-24
D. ANALYSIS OF OPERATING INCOME AND EXPENDITURE FOR THE YEAR ENDED 30 JUNE 2007	25
E. DETAILED INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2007	26-27
F. STATISTICAL INFORMATION	28

GENERAL INFORMATION

MEMBERS OF THE EXECUTIVE MAYORAL COMMITTEE

Ms. L. Mohlala:	Chairperson Finance Portfolio
Mr. A.M. Mbethe:	Chairperson Technical Services
Ms. C. Motau:	Chairperson Corporate Services

GRADING OF LOCAL AUTHORITY

Grade	2

AUDITORS

Auditor-General	Nelspruit Office

BANKERS

First National bank
620 281 95510
Belfast, 1100

REGISTERED OFFICE

25 Scheepers Street Belfast, 1100	PO Box 17 Belfast, 1100 (013) 253 1121

MUNICIPAL MANAGER

O.N Nkosi

CHIEF FINANCIAL OFFICER

B.L Mahlangu

COUNCIL MEMBERS

Councillor	Ward	Designation	
Ms. L. Mohlala	1	Executive Mayor	PR Member
Mr. X.S Ngwenya	6	Speaker	Ward Member
Mr. L.S. Meyer	1	Member	PR Member
Mr. F.G. Sibanyoni	1	Member	Ward Member
Ms. A.A. Botha	7	Member	PR Member
Ms. N.A. Mashele	5	Member	Ward Member
Mr. J.M. Mabila	2	Member	Ward Member
Ms. E.S. Radebe	3	Member	Ward Member
Ms. T.I. Soko	4	Member	Ward Member
Mr. M.U. Hadebe	4	Member	PR Member
Mr. T.E. Mahlangu	6	Member	PR Member
Mr. A.M. Mbethe	7	Member of Mayoral Committee	Ward Member
Ms. C. Motau	3	Member of Mayoral Committee	PR Member

APPROVAL OF FINANCIAL STATEMENTS

The financial statements set out on pages 13 to 26 were received by the Municipal Manager on 31 August 2009 and will be presented to and approved by the Council.

MUNICIPAL MANAGER

REPORT OF THE EXECUTIVE MAYOR

FOREWORD: 2008/2009

FINANCIAL STATEMENTS

The Emakhazeni Local Municipality approved an annual budget which was tabled by the Executive Mayor at a Council meeting of the 26 June 2008. The 2008/2009 annual budget went through all the stages of consultation and thus was adopted by Council. The annual financial statements we are submitting are an indication of the rate at which the Municipal Council through its administrative wing, has implemented the budget of the people.

It is important to further indicate that the annual budget referred to above derive from the Integrated Development planning priorities. Local communities prioritized all activities that were to be budgeted for and further, assisted the Municipal Council in ensuring that there are resources to back the implementation of the activities. Due to the seriousness of revenue enhancement mechanism and the vision of the Municipality that all community structures should understand the budget, budget consultation was taken as far down to the grass roots. High school learners doing Economic Management Sciences were consulted. Their understanding, we felt, would assist in the older members of the community's understanding of the budget processes. A 6% increase of tariffs was welcomed by all.

The IDP priorities then formed the basis of our budget. All the 26 issues prioritized by our Local Community determined in which areas money was to be spent. It must be noted that key to the budget spending is the 2004 elections manifesto popular mandate, that made a call to all political leaders to concentrate mostly on service delivery and participatory democracy.

Further, the realization of the Millennium Development Goals targets of halving poverty by 2014 and of ensuring that our communities have access to portable water by 2008

and proper sanitation by 2010 and electricity by 2012, was a driving factor. As it is indicated in the spending patterns, most of our resources have responded to the above call. We could not move with the speed that we wanted due to the frastrations experienced when coming to revenue collection from residents and Government Departments. Further, the allocation of the conditional grants and the linkage of such allocations with the DWAF, has seen a number of projects suffering due to withholding of funds. The reason being the officials in this department (at the Provincial level) who fail to approve the Municipality's technical reports on time.

The municipality further relied on the local community to increase the payment level for municipal services from 88% to at least 94%, as a short term target and 102% as a medium target. Due to the global challenges of the economy, our communities were affected by the economic down turn. A number of residents lost their jobs due to the job cut offs in a number of companies. The reality of the recession led to the approval of the adjustment by Council in January, the total of which these financial statements are based on. These people further could not support the municipality as they did before. The municipality had to support them through, amongst other things, the provision of free basic services and the writing off of irrecoverable debts for those identified registered and approved as indigents. The financial statements will indicate the above which according to me, is a positive way of cushioning the poor from the impact of the recession.

As municipalities, we were further, called to implement a detailed programme to respond to the imperative to move forward as quickly as possible to build a non-racial, non-sexist, united and prosperous South Africa. Such a programme should include amongst other things the following:

- Raise the rate of investment in the first economy
- To promote the growth of the small and medium business sector

- To implement detailed programmes to respond to the challenges of the second economy
- To implement detailed programmes to ensure broad–based black economic empowerment
- To continue with programmes to build a social security net to meet the objectives of poverty alleviation
- To expand access of such services as water, electricity and sanitation
- To intensify the housing programme
- To implement additional measures to open wider doors of learning and culture
- To improve the safety and security of all citizens and communities
- To ensure that the public sector discharges its responsibilities as a critical player in the growth, reconstruction and development of our country.

The financial statements will show that in order to respond to the above, our Supply Chain Management has been developed so as to be biased to the local youth. Thus services that could be sourced within the municipal area of jurisdiction are so acquired.

The manner in which monthly reports on the budget performance are prepared and presented to portfolio committees is an indication that the municipality has done well in filling the vacant posts in the budget and treasury office. The Council, in each sitting, note and approve monthly financial reports and further make an analysis of the status of our finances. Challenges, if any, are depicted on time and corrective measures are implemented. All this is done due to the visionary leadership of the Accounting Officer who keeps everyone on his/her toes in the implementation of the budget.

Amidst a number of challenges of financial management faced by Municipalities in South Africa, I can say with confidence that all our officials work very hard in ensuring

that this scare resource is maximally and wisely utilized to the benefit of the local communities. Our motto of '*Kumnyama Kubomvu Siyanqoba'* is still relevant if one looks back at where we come from as a Municipality. We welcome any form of corrective measures which will assist us improve our financial management towards 2011.

Clr. L. Mohlala

Executive Mayor

Date: 31 August 2009

REPORT OF THE MUNICIPAL MANAGER

INTRODUCTION

The Emakhazeni Local Municipality Council has during March 2008 reviewed its Integrated Development Plan to guide its services delivery operations in the 2008/09 financial. The municipal Council confirmed its strategic vision to be as follows:

"A secure environment with sustainable development to promote service excellence, unity and community participation resulting in a caring society."

The Council then reconfirmed Key Performance Areas (KPAs) which were to assist implement its vision.

These five KPAs are as follows:

1. Service delivery and Infrastructure Development.
2. Local Economic Development
3. Municipal Financial Viability
4. Institutional Transformation
5. Good governance and public participation

KPA 1. SERVICE DELIVERY AND INFRASRUCTURE DEVELOPMENT

Emakhazeni Local Municipality started the 2008/09 financial with *inter alia* one major objective in mind, which is to ensure that all households within the municipality have access to water by June 2009.

In this regard an amount of R 3,5 Million was set aside from the municipal Infra-Structure Grant (MIG) to fund the installation of boreholes and windmills in the rural areas of the Municipality. Since the release of draw downs from the MIG office depend on the Department of Water Affairs to approve technical reports that relate to water projects, the municipality found itself in a rather difficult financial position because DWAF could not approve most of its water related technical reports and as a result the MIG office withheld R 4,7 million due to the municipality for apparent persistent under expenditure.

However, in spite of the R 4,7 million having been withheld, the municipality proceeded to install about 58 boreholes in the rural areas for the benefit of about 200 families, using its own internal, scarce financial resources. What exacerbated the financial woes of the municipality further was the fact that there was a promise of some R 6 million from the water for all flagship from the office of the then Premier. This promised allocation was to assist the municipality deal with the eradication of water backlogs particularly in the rural areas.

Again, this allocation never reached the municipality due to reasons not known to the municipality. Of course, the municipality experienced some financial challenges because upon hearing of the R 6 million promise, it the redirected its budget to other equally pressing services such as roads, fencing of dumping sites and other services.

Therefore the following projects have been done with internal funds instead of MIG and other grants.

PROJECT NAME	BENEFICIARY	AMOUNT SPENT
1. Installation of boreholes in rural areas	1 and 2	R 2 000,000.00
2. Fencing of Belfast dumping site	1,2 and 3	R 200,000.00
3. Installation of service in Emgwenya	7	R 180,000.00
4. Installation of services in Sakhelwe	4	R 300,000.00
5. Paving of 1 km of road in Sakhelwe	4	R 500,000.00
6. Fencing of Dullstroom dumping side	4	R 200,000.00
7. Upgrading of Emthonjeni volley ball court	5 and 6	R 400,000.00

KPA 2 LOCAL ECONOMIC DEVELOPMENT

In compliance with section 152(1) of the constitution of the Republic of South Africa, the municipality continued to prioritize Local Economic Development as issue number 14 of its Integrated Development Plan. The objectives of the IDP issue were encapsulated as follows:

- To make our area the most popular trade and investment destination.
- To ensure economic growth in all sector of the economy in order to curb unemployment and related negative issues.
- Creating a safe environment in order to attract tourism development, improve the economy and thus create jobs.
- To ensure economic growth that is inclusive and contributing to overall human development.

Then the overarching strategy was to organize a summit that should address the challenges of the economy and develop strategies to deal with them. As such a summit was then held on the 25th of June 2009.

The challenges that were noted in the main related to the economic meltdown of South Africa where even the strong agriculture sector was affected. It was further noted that even the big three economic players in the municipality namely Glisa, Assmang and Nkomati mines were affected.

However, there were some positives that were recorded, namely that the local tourism businesses experienced some stability and growth. This was attributed to the close proximity to Gauteng and that domestic tourist changes their holiday patterns, where they preferred taking shorter weekend breakaways instead of long distance holidays in order to cut costs.

Furthermore, some small and medium businesses recorded some growth. These include the Belfast Spar, Belfast Shell Garage and other small businesses, most of whom did business with the municipality. This growth is in part attributed directly to the decision of the municipality such as selling land to the developers of the new Spar, approving without delay, the expansion plans by Shell Garage and also making a direct contribution to the small businesses by spending more than R 10 million of its expenditure budget on local small businesses.

FINANCIAL VIABILITY

The realization that the municipality has to be self sustainable has compelled the Council to come up with a revenue enhancement strategy. Key components of the strategy are:

- Data Cleansing
- Timeous and correct billing
- Writing off of irrecoverable debts
- Implementation of credit control and debt management policies and ,
- Setting monthly revenue collection targets fro the credit control officers.

The implementation of the revenue enhancement strategy has assisted the municipality to write off more than R 7 million worth of irrecoverable debts for the first time since 2001.

Secondly, although the municipality experienced cash flow challenges during the course of the financial year, because of prudent financial management systems the municipality did not fail to meet its financial obligations.

There are however, some challenges that the municipality must deal with in order to transform its administrative capacity so as to be able to be more efficient in dealing with financial viability and service delivery challenges.

INSTITUTIONAL TRANSFORMATION AND DEVELOPMENT

The municipality continued to compile, adopt and submit its workplace skills plans on time to the department of labour.

More focus was given to the development of critical skills needed by the municipality. In this regard the municipality decided to train its own building inspector, electricians, supervisors and customer care personnel.

Over and above that, other staff members trained were in the fields of supplier chain, middle management and senior management.

Honorable Councilors were also trained in Executive Leadership.

The municipality lost its Technical Services Manager in the beginning of the financial year and as such experienced a strain in the department. However, it continued with its operations.

Again, the Manager; Corporate Services resigned half way through the financial year and her post is to be filled by September 2009. However, the department is still being

run properly because there are capable managers who are able to run the department effectively and efficiently, complying with corporate governance prescripts.

GOOD GOVERNANCE AND PUBLIC PARTICIPATION

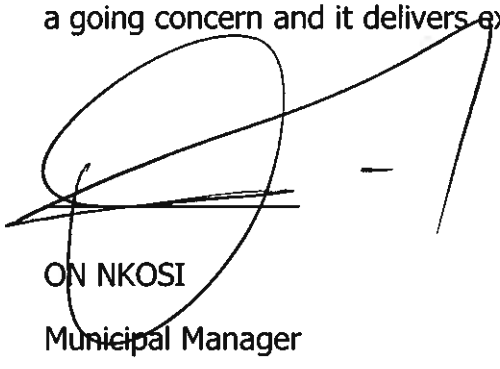
The municipality takes corporate governance seriously and in this regard has adopted risk based annual audit plan and three year rolling plan.

Furthermore, it is for management a fundamental objective to ensure that credible financial statements are submitted to the Auditor General on time every year in compliance with the prescripts of the MFMA. As such management has adopted a project called "UKUBAPHAMBILI" meaning striving for excellence or the number one spot which guides daily financial management of the municipality.

In keeping with section 152(1)(e) of the Constitution the municipal makes it a norm to consult the public regularly on matter of governance.

CONCLUSION

Although the municipality does not have major revenue generating sectors but it is confident that it has put good systems in place which will ensure that it continues to be a going concern and it delivers excellent basic services to its public.



ON NKOSI

Municipal Manager

Date: 31 August 2009

DIRECTOR OF FINANCIAL SERVICES REPORT

1. OPERATING RESULTS

Details of the operating results per department, classification and object of expenditure are included in Appendices D and E. The overall operating results for the year ended 30 June 2009 are as follows:

INCOME	ACTUAL		VARIANCE
	2008	2009	2007/2008
	R	R	%
Unappropriated Surplus - beginning of year	19 483 636.57	17 381 680.00	-10.79%
Operating (Deficit)/Surplus for the year	-2 101 956.33	-6 812 269.15	224%
Unappropriated Surplus - end of year	17 381 680.24	10 569 410.85	-39.2%

DETAILED INCOME STATEMENT ANALYSIS APPENDIX E	ACTUAL INCOME	ACTUAL EXPENDITURE	SURPLUS/ (DEFICIT)	BUDGET SURPLUS/ (DEFICIT)	NETT MOVEMENT ON BUDGET
	2008/9	2008/9	2008/9	2008/9	2008/9
	R	R	R	R	R
RATES & GENERAL SERVICES	50 250 299.96	54 198 327.05	-3 948 027.09	4 300 332.61	8 248 359.70
TRADING SERVICES	23 433 093.66	22 834 851.07	598 242.59	-4 300 332.61	-4 898 575.20
TOTAL	73 683 393.62	77 033 178.12	-3 349 784.50	0.00	3 349 784.50

ANALYSIS OF OPERATING INCOME AND EXPENDITURE	ACTUAL	BUDGET	VARIANCE
APPENDIX D	2008/9	2008/9	%
INCOME	73 683 393.62	80 395 375.00	91.65
EXPENDITURE	77 033 178.12	80 395 375.00	95.82

2. CAPITAL EXPENDITURE

Capital Expenditure on fixed assets during the year amounted to R12 352 569 (R8 552 119: 2008)				
	ACTUAL 2008/9 R	BUDGET 2008/9 R	ACTUAL 2007/8 R	VARIANCE BUDGET/ACTUAL
Capital Expenditure	12 352 569	10 076 941	8 552 119	-23%
	12 352 569	**10 076 941**	**8 552 119**	

The resources used to finance the fixed assets were as follows:				
	ACTUAL 2008/9 R	BUDGET 2008/9 R	ACTUAL 2007/8 R	VARIANCE BUDGET/ACTUAL
Contribution from Income	1 324 651	1 122 135	2 306 016	-23%
Loans	0	0	559 100	
General Capital-ward 2/District: Nkangala	11 027 919	8 954 806	5 687 002	
	12 352 569	**10 076 941**	**8 552 119**	

3. EXTERNAL LOANS, INVESTMENTS AND CASH

External loans outstanding amounted to R4 261 167 (VAT excl) as at 30 June 2009 (R2 432 949 in 2008) as set out in Appendix B. New loan from Poltimore Trading were taken up as per Appendix B.

Grants and Subsidies totaling R19 718 672 (R15 960 545 in 2008) were received during the year.

Investments on 30 June 2009 amounted to R159 883 (R835 478 in 2008). Investments were reduced by R675 595

More information regarding loans and investments is disclosed in notes 5 as well as Appendix B to the financial statements.

4. FUNDS AND RESERVES

More information regarding the funds and reserves is disclosed in notes 1 and 2 as well as Appendix A to the financial statements.

DIRECTOR OF FINANCIAL SERVICES REPORT

5. PROVISIONS

The following provisions were increased in the 2007/08 financial year.

	2007/2008	2008/2009	Nett Increase
Provision Leave Pay :	R 1 815 109	R 2 086 978	R 271 869
Provision for Bad Debts :	R 15 866 279	R 11 733 128	(R 4 133 151)

6. EXPRESSION OF APPRECIATION

I am grateful to the Executive Mayor, Members of the Executive Committee, Councillors, the Municipal Manager, Heads of Department and the staff of the Finance Department for their support and assistance in the preparation of these financial statements.

7. POST BALANCE SHEET EVENTS

No material matters in this regard can be reported.

MR BL MAHLANGU
CHIEF FINANCIAL OFFICER

ACCOUNTING POLICIES

1. BASIS OF PRESENTATION

1.1 The annual financial statements have been prepared so as to confirm with the standards laiddown by the Institute for Municipal Financial Officers in the Code of Practice (1997) and the Report of Annual Financial Statements (2nd edition, January 1996)

1.2 The financial statements are prepared on the historical cost basis, adjusted for fixed assets expenditure as more fully detailed in note 2. The accounting policies are consistent with those applied in the previous year, except if otherwise indicated.

1.3 The financial statements are prepared on the accrual basis:

- income is accrued when collectable and measurable levy income is accrued when received
- expenditure is accrued in the year it is incurred

2. FIXED ASSETS

2.1 Fixed Assets are stated:

- ✓ All movable property determined to be on site at 30 June 2008 will be regarded as purchased or acquired on 1 July 2008, and taken on into the asset management system on that date as the date of purchase or acquisition WITH THE EXCEPTION OF items purchased between 1 July 2007 and 30 June 2008 which were taken on at the dates of acquisition.
- ✓ All moveable property determined to be on site at 30 June 2008 will be valued on fair value as on 1 July 2008, and taken on into the asset management system on that date as the fair value of purchase or acquisition.
- ✓ All moveable property determined to be on site at 30 June 2008 and purchased between 1 July 2007 and 30 June 2008 will be valued on actual cost as on date of purchase between 1 July and 30 June 2008 and were taken on into the asset management system on that date as the fair value of purchase or acquisition.

2.2 Depreciation:

The balance shown against the heading "loans redeemed and other capital receipts" in the notes to the balance sheet is that amount to a provision for depreciation, however, certain structural differences do exist. By way of the "provision" assets are written down over their estimated useful life. Apart from advances from the various Council Funds assets may also be acquired through:

- ➢ Appropriations from income, where the full cost of the asset forms an immediate and direct charge against the operating income and it is therefore unnecessary to make any further provision for depreciation.
- ➢ Grant or donation, where the amount representing the value of such grant or donation is immediately credited to the "loans redeemed and other capital receipts" account.

2.3 Sale of fixed property

All net proceeds from the sale of fixed property are credited to the Land Trust Fund.

Net proceeds from the sale of all other assets are credited to the Capital Development Fund.

2.4 Financing

Fixed assets are financed from different sources including external loans, operating income, endowments and internal advances.

These loans and advances are repaid within the estimated lives of the assets acquired from such loans and advances. Interest is charged to the services concerned at the ruling interest rate applicable at the time the advance is made.

3. INVENTORY

In general, inventory held by local authorities will be of a consumable nature, i.e stores inventory used for general repairs and maintenance as well as on capital construction projects.

ACCOUNTING POLICIES

4. FUNDS AND RESERVES

4.1 Consolidated Capital Development Fund

The Local Authorities Capital Development Fund Ordinance Number 9 of 1978 requires a minimum contribution of 1% of the defined revenue of the council for the immediate preceding financial year. The council's contribution to the Capital Development Fund for the financial year 2007/2008 amounted to R 2 002.

5. TREATMENT OF ADMINISTRATION AND OTHER OVERHEAD EXPENSES

The cost of internal support services is transferred to the various services.

6. LEASED ASSETS

Fixed assets held under finance leases are capitalized. Such assets are effectively amortised over the term of the lease agreement.

- Lease finance charges are allocated to the accounting periods over the duration of the leases, by the effective interest rate method, which reflects the extent and cost of lease finance utilised in each accounting period.
- All other leases are treated as operating leases and the relevant rentals are charged to the operating account in a systematic manner relating to the period of use of the assets concerned.

7. INVESTMENTS

Investments are shown at a lower of cost or market value if a permanent decline in the value occurred and funds are invested in accordance with Section 125 of the Local Authorities Ordinance 1974 (No. 25 of 1974)

8. PROVISION BAD DEBTS

We are guided by IAS37 (AC130); IFRIC 5 (AC138); ED204 and IFRIC 6 (AC439) that cover Provisions, Contingent Liabilities and Contingent Assets. According to this method we have determined that:

- Long outstanding debts amounting to R 4,809,513.25 were directly attributed to clients who were now after research classified as indigents.
- Long outstanding debts amounting to R 6,935,165.62 were attributed to known clients who according to our expectations will be unable to pay the outstanding amounts.

9. INCOME RECOGNITION

9.1 Water Billing

Meters are read on a monthly basis and are billed accordingly after the monthly levy run and if there are any variances, it is then corrected by doing an adjustment to the affected account the month after it occurred.

9.2 Electricity Billing

Meters are read on a monthly basis and are billed accordingly after the monthly levy run and if there are any variances, it is then corrected by doing an adjustment to the affected account the month after it occurred.

9.3 Assessment Rates

General rates are levied based on the property value.

BALANCE SHEET
AS AT
30 JUNE 2009

	Note	30-06-2008	30-06-2009
		R	R
CAPITAL EMPLOYED:			
Funds & Reserves		13 087 659	13 623 717
Statutory funds	1	13 087 659	13 623 717
(Accumulated Deficit) Unappropriated Surplus	11	17 381 680	10 569 411
		30 469 339	24 193 128
Long Term Liabilities	3	2 432 949	3 413 976
Consumer Deposits	9	1 035 223	1 143 635
		33 937 511	**28 750 739**
EMPLOYMENT OF CAPITAL:			
Fixed Assets	4	4 203 949	3 843 669
		4 203 949	3 843 669
NET CURRENT ASSETS:		29 733 562	24 907 070
Current Assets:		56 749 866	66 146 008
Inventory	20	485 313	494 920
Debtors	6	55 424 240	65 483 194
Cash on hand		4 835	8 011
Short Term Investments	5	835 478	159 883
Bank Account		0	0
Current Liabilities:		(27 016 304)	(41 238 938)
Provisions	7	1 815 109	2 086 978
Short-term portion of Long Term Liabilities	3	741 401	847 191
Cashbook balance	21	3 610 907	8 966 161
Creditors	8	20 848 887	29 338 608
		33 937 511	**28 750 739**

INCOME STATEMENT

for the year ended

30 JUNE 2009

2007/08 ACTUAL INCOME	2007/08 ACTUAL EXPENDITURE	2007/08 SURPLUS/ (DEFICIT)		2008/09 ACTUAL INCOME	2008/09 ACTUAL EXPENDITURE	2008/09 SURPLUS/ (DEFICIT)	2008/09 BUDGET SURPLUS/ (DEFICIT)
R	R	R		R	R	R	R
40 969 403	47 038 929	(6 069 526)	RATES & GENERAL SERVICES	50 250 300	54 198 327	(3 948 027)	4 300 333
33 156 439	36 325 936	(3 169 498)	Community Services	40 272 824	42 987 560	(2 714 736)	1 566 526
3 651 919	7 118 973	(3 467 053)	Susidised Services	5 243 942	7 793 666	(2 549 724)	3 751 294
4 161 045	3 594 020	567 025	Economic Services	4 733 534	3 417 101	1 316 433	(1 017 487)
-	-	-	Housing Services	-	-	-	-
20 964 830	14 695 107	6 269 723	Trading Services	23 433 094	22 834 851	598 243	(4 300 333)
61 934 233	**61 734 036**	**200 197**	**TOTAL**	**73 683 394**	**77 033 178**	**(3 349 785)**	**0**
		(2 302 154)	**Appropriations for the year (refer to note 11)**			(3 462 485)	
		(2 101 957)	**Net Surplus for the year/ (Deficit for the year)**			**(6 812 269)**	
		19 483 637	**Unappropriated Surplus/ (Deficit) at the beginning of**			17 381 680	
		17 381 680	**Unappropriated Surplus/ (Deficit) at the end of the**			**10 569 411**	

CASHFLOW STATEMENT

for the year ended

30 JUNE 2009

		30-06-2008	30-06-2009
Cash retained from operations:		**2 716 418**	**4 917 493**
Cash generated by operations	**14**	4 345 712	6 691 516
Investment income	**10**	430 233	196 052
(Increase)/Decrease in operating capital	**15**	(1 576 334)	(1 460 822)
		3 199 611	**5 426 746**
Less:			
Interest paid	**10**	(483 193)	(509 252)
Cash Utilised in Investment Operations - Fixed Assets	**4**	(2 306 016)	(1 324 651)
		410 402	**3 592 843**
Cash effect of financing operations:			
Increase/(Decrease) in long term loans	**16**	(8 053)	1 086 817
(Increase)/Decrease in cash investments	**17**	1 464 185	675 595
(Increase)/Decrease in cash	**18**	(1 866 534)	(5 355 254)
		(410 402)	**(3 592 843)**

	30-06-2008	30-06-2009
1. ACCUMULATED FUNDS:		
Capital Development Fund	8 015 073	8 017 075
Land Trust Fund	5 072 586	5 606 642
(Refer Appendix A)	**13 087 659**	**13 623 717**
3. LONG TERM LIABILITIES:		
Wesbank Loans	3 174 350	2 525 816
Other Loans	0	1 735 351
	3 174 350	**4 261 167**
Less: Short-term portion	741 401	847 191
	2 432 949	**3 413 976**
(Refer Appendix B)		
4. FIXED ASSETS:		
Fixed assets at the beginning of the year	96 820 415	105 372 533
Capital expenditure during the year	8 552 118	12 352 569
Contribution ex operating income	2 306 016	1 036 396
Contribution accumulate profit	0	288 255
Funded through loans	559 100	0
General Capital-ward 2/District: Nkangala	5 687 002	11 027 919
Less:		
Assets written off, transferred or disposed of during the year	0	0
TOTAL FIXED ASSETS	**105 372 533**	**117 725 102**
Less:		
Loans redeemed and other capital receipts	(101 168 584)	(113 881 433)
Unrealised housing charges	0	0
NET FIXED ASSETS	**4 203 949**	**3 843 669**
(Refer to Appendix C)		
5. SHORT TERM INVESTMENTS:		
Unlisted	0	0
External		
Inv FNB 62076419508		
Opening balance	263 007	182 357
Post Year Event	(80 650)	(131 258)
Closing balance	182 357	51 099
Inv FNB 74006889065		
Opening balance as Financial Statements	1 810 230	104 653
Post Year Event	(6 010)	0
Opening Balance as Bankstatement	1 804 220	104 653
Closing balance	104 653	104 653
Inv FNB 61165004600		
Opening balance	226 426	403 407
Closing balance	403 407	2 557
Inv FNB 62178430212		
Opening balance	0	145 061
Closing balance	145 061	1 574
TOTAL INVESTMENTS	**835 478**	**159 883**
Local Authorities are required to invest funds which are not immediately required with prescribed institutions and the period should be such that it will not be necessary to borrow funds against the investment at a penalty rate to meet commitments		
6. DEBTORS:		
Consumer Debtors	52 683 504	52 126 649
Sundry Debtors	1 950 878	1 459 794
Grants spent not yet received	5 506 497	7 737 825
Less: Provision for bad debts	(15 866 278)	(11 733 127)
VAT	11 149 639	15 892 053
	55 424 240	**65 483 194**
7. PROVISIONS:		
Leave	1 815 109	2 086 978
	1 815 109	**2 086 978**

8. CREDITORS:

Trade Creditors:	0	1 523 997
Unspent Grants	3 620 640	698 639
DME Funds 2007/2008	58 133	58 133
Housing Project 2005	138 522	91 692
Highland Gate (New)	221	221
Grant DBSA	0	548 593
MIG Funds Expenses	3 316 796	0
TMT: Project	106 968	0
Grants received in Advance	355 000	950 000
Debtors received in Advance	974 157	1 701 199
VAT	13 305 542	20 470 872
Unallocated receipts	2 468 565	3 317 766
Unspent Award Income	0	81 361
Sundry	124 983	594 774
	20 848 887	**29 338 608**

9. CONSUMER DEPOSITS

Electricity & Water	1 035 223	1 143 635
Sundry Deposits	0	0
	1 035 223	**1 143 635**

10. FINANCING TRANSACTIONS:

Interest : Earned (External)	430 233	196 052
Interest : Paid (External)	(483 193)	(509 252)
	(52 960)	**(313 200)**

11. APPROPRIATIONS:

Appropriation Account:

Unappropriated Surplus at the beginning of the year	19 483 637	17 381 680
Operating Surplus/(Defecit) for the year	200 197	(3 349 785)
Prior year adjustment	(2 302 154)	(3 462 485)
	17 381 680	**10 569 411**

12. COUNCILLORS REMUNERATION

Mayor's allowance	451 952	506 586
Full-time Councillors	1 258 039	1 340 844
Councillor's allowance	865 046	1 058 647
Councillor's Pension Fund Contributions	188 706	201 126
Total Including Back Pay :	**2 763 743**	**3 107 203**
Back Pay	0	151 988
Total Excluding Back Pay :	**2 763 743**	**2 955 215**

Actual increase equals 11%. Recommended increase of 11%.

13. REMUNERATION OF SECTION 57 EMPLOYEES

	Municipal Manager	Chief Finance Officer	Other Section 57 Managers
Salaries	273 626	231 999	420 520
Contributions to Pension, UIF, SALGA, Skills and Medical Aid Funds	84 961	53 720	103 133
Motor and Travelling allowances	170 629	145 148	189 671
Other Allowances	69 445	45 163	23 958
	598 661	**476 030**	**737 281**

14. CASH GENERATED BY OPERATIONS:

Surplus / (Deficit) for the year	**200 197**	**(3 349 785)**
Adjusted for:		
Statutory funds provisions and reserves	5 551 581	13 108 515
Contributions to bad debt provision	843 129	82 070
Interest income	(430 233)	(196 052)
Prior year adjustment	(2 302 154)	(3 462 485)
Interest paid	483 193	509 252
	4 345 712	**6 691 516**

15. Operating surplus before working capital changes

(Increase) / Decrease in Debtors	(4 278 413)	(10 058 954)
(Increase) / Decrease in other Debtors	0	0
(Decrease) / Increase in conditional grants and receipts	0	0
(Decrease) /Increase in Deposits	46 264	108 411
(Decrease) /Increase in Creditors	2 655 814	8 489 721
	(1 576 334)	**(1 460 822)**
Cash Generated by Operations	**2 769 380**	**5 230 696**

16. INCREASE/(DECREASE) IN LONG TERM LOANS (EXTERNAL):

Loans Raised	559 100	1 735 351
Loans Repaid	(567 153)	(648 534)
(Refer to Appendix B)	**(8 053)**	**1 086 817**

17. (INCREASE)/DECREASE IN EXTERNAL CASH INVESTMENTS:		
Investments Made	1 464 185	675 595
	1 464 185	**675 595**
18. (INCREASE)/DECREASE IN CASH:		
Cash balance at the beginning of the year	(1 744 371)	(3 610 906)
Less: Cash balance at the end of the year	(3 610 906)	(8 966 161)
	1 866 535	**5 355 255**
19. CAPITAL DEVELOPMENT FUND		
Outstanding advances to borrowing services:-		
Accumulated Fund	8 015 073	8 017 075
Less: External Investments	(6 442 586)	(6 444 588)
	1 572 487	**1 572 487**
(Refer to Appendix A and B for more detail)		
20. SHORT TERM ASSETS		
Inventory	485 313	494 920
	485 313	**494 920**
21. BANK CASH AND OVERDRAFT BALANCES		
Cheque account (Primary Bank Account)		
First National Bank - Belfast		
Account nr: 62028195510		
Opening balance cashbook at the beginning of the year	(1 744 371)	(3 610 906)
Closing balance cashbook at the end of the year	(4 486 970)	8 966 161
System rollover on cashbook	876 063	0
Nett effect: Closing balance cashbook at the end of the year	(3 610 906)	8 966 161
Bank Statement balance at beginning of the year	339 494	262 576
Bank Statement balance at the end of the year	262 576	1 360 608
PETTY CASH		
Balance at beginning of the year	4 835	4 835
Balance at the end of the year	4 835	8 011
22. SUMMARY OF DEBTORS BY CUSTOMER CLASSIFICATION		
Current	2 476 183	2 871 932
30 days	1 407 216	1 515 359
60 days	201 515	933 763
90 days	983 864	934 268
120 days	956 564	1 169 385
150 days and over	45 642 603	42 817 955
Total Consumer debtors	51 667 944	50 242 662
23. GOVERNMENT GRANTS AND SUBSIDIES		
Municipal Systems Information Grant (MSIG)	734 000	735 000
Financial Management Grant (FMG)	1 500 000	1 500 000
National Energy Regulator Grant (NER)/(DME)	3 638 693	0
Municipal Infrastructor Grant (MIG)	6 157 698	1 670 000
Development Bank of South Africa (DBSA)	0	700 000
Total Grants received excluding Equitable Share	12 030 391	4 605 000
24. ADITIONAL DISCLOSURE IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT		
AUDIT FEES		
Opening balance	0	0
Current year	705 840	549 874
Amount paid current year	(705 840)	(549 874)
Total	0	0
TAXES, LEVIES, DUTIES, PENSION AND MEDICAL AID CONTRIBUTION		
No amounts oustanding can be reported of on 30 June 2009.		
CONTIGENT LIABILITY		
No contigent liabilities can be reported on 30 June 2009.		
CAPITAL COMMITMENTS		
No capital commitments can be reported on 30 June 2009.		
25. IRREGULAR EXPENDITURE		
2007		
For the undermentioned service providers all the correct supply chain management procedures were adhered to except that no formal contracts were entered into, and between the contracting parties		
2008		
Penalty Charges paid for the early release of money from the investment account		
Opening Balance	3 817 389	5 786
Penalty Charges: Penalties paid on Investment Account for eary releases	5 786	0
Closing balance	3 823 175	5 786
26. FRUITLESS EXPENDITURE		
2008		
Penalty Charges paid late payments of creditors		
2009		
Payments made for court orders received by ELM		
Opening Balance	1 954	1 954
Fruitless Expenditure	0	226 749
Closing Balance	1 954	228 703

EMAKHAZENI LOCAL MUNICIPALITY

ACCUMULATED FUNDS, RESERVES, PROVISIONS & TRUST FUNDS

30 JUNE 2009

	BALANCE AT 2008-06-30	CONTRIBU-TIONS DURING THE YEAR	INTEREST ON INVESTMENT	OTHER INCOME	OPERATING EXPENDITURE DURING THE YEAR	CAPITAL EXPENDITURE DURING THE YEAR	BALANCE AT 2009-06-30
	R	R	R	R	R	R	R
1. **Statutory Funds**							
Capital Development Fund	8 015 073	2 002	0	0	0	0	8 017 075
Land Trust Fund	5 072 586	534 057	0	0	0	0	5 606 642
							13 623 717
Provisions							
Provision for Bad Debts	15 866 279	82 070	0	0	4 215 221	0	11 733 128
Provision for Leave Pay	1 815 109	358 266	0	0	86 397	0	2 086 978
							13 820 106
Sub-Total	**30 769 048**	**976 395**	**0**	**0**	**4 301 619**	**0**	**27 443 823**

EMAKHAZENI LOCAL MUNICIPALITY

EXTERNAL LOANS AND INTERNAL ADVANCES

30 JUNE 2009

Date Issued	Current Fin. Institution	Interest Rate	Original Amount	Maturity / Redeemable	Balance at 30 June 2008	Received during the year	Redeemed or Written off during the year	Balance at 30 June 2009
External Loans					**R**	**R**	**R**	**R**
03 May 2007	WESBANK: POB00041A	12.50	151 500.00	02 May 2012	144 409	0	29 980.76	114 427.98
04 May 2007	WESBANK: POB00042X	12.50	151 500.00	03 May 2012	144 473	0	29 957.46	114 515.82
16 April 2007	WESBANK: POB00034X	12.50	450 000.00	10 April 2012	423 189	0	88 281.48	334 907.40
16 April 2007	WESBANK: POB00033A	12.50	450 000.00	10 April 2012	423 189	0	88 281.48	334 907.40
16 April 2007	WESBANK: POB00032B	12.50	338 000.00	10 April 2012	317 763	0	66 434.70	251 327.89
16 April 2007	WESBANK: POB00031E	12.50	338 000.00	10 April 2012	317 763	0	66 434.70	251 327.89
18 June 2007	WESBANK: POB00060T	12.50	559 100.00	10 June 2012	543 682	0	107 109.37	436 572.20
17 May 2007	WESBANK: POB00046L	12.50	614 789.00	10 May 2012	588 163	0	119 026.63	469 136.83
04 May 2007	WESBANK:POB00044T	12.50	90 827.00	03 May 2012	86 394	0	18 169.61	68 224.82
04 May 2007	WESBANK: P0B00045S	12.50	90 827.00	03 May 2012	86 394	0	18 169.61	68 224.82
18 June 2007	WESBANK: POB00059B	12.50	559 100.00	10 June 2012	543 361	0	107 482.80	435 878.10
24 April 2009	POLTIMORE TRADING	11.00	1 700 000.00	01 July 2010	0	1 735 351	0	1 735 350.58
Total Vat inclusive:					**3 618 780**	**1 735 351**	**739 329**	**4 614 802**
VAT					**444 430**	**-**	**90 795**	**353 635**
Total Vat exclusive:					**3 174 350**	**1 735 351**	**648 534**	**4 261 167**

EMAKHAZENI LOCAL MUNICIPALITY

ANALYSIS OF FIXED ASSETS

30 JUNE 2009

Expenditure 2008	SERVICE	Budget 2008/2009	Balance at 30-06-2008	Expenditure 2008/2009	Written off, transferred or disposed of during the year	Balance at 30-06-2009
6 635 625	**RATES & GENERAL SERVICES:**	3 657 221	67 869 169	5 657 665	0	73 526 834
3 624 205	**COMMUNITY SERVICES:**	1 892 035	37 072 989	1 839 091	0	38 912 080
0	Assessment	0	0	0	0	0
0	Health Services	0	107 084	0	0	107 084
0	Forestry	0	12 500	0	0	12 500
0	Public Works	0	21 236 953	0	0	21 236 953
0	Management Services/Administration	55 727	391 300	52 631	0	443 932
2 071 990	Council's General	1 770 000	8 614 763	1 746 903	0	10 361 666
1 417 417	Planning, Environment & Housing	10 000	2 781 832	-	0	2 781 832
12 985	Economic and Social Services	0	1 805 989	-	0	1 805 989
33 340	Municipal Manager	14 248	219 255	14 060	0	233 315
88 473	Finances/Treasurer	42 060	713 112	25 497	0	738 610
0	Town Clerk	0	480	0	0	480
0	Town Estate	0	628 034	0	0	628 034
0	Workshop	0	368 805	0	0	368 805
0	Cemetery	0	190 972	0	0	190 972
0	Registration Authority	0	0	0	0	0
0	Stores	0	1 908	0	0	1 908
19 058	**SUBSIDIZED SERVICES:**	550 025	8 108 736	1 535 221	0	9 643 957
0	Market	0	451 116	0	0	451 116
0	Library	0	42 118	0	0	42 118
0	Fire Protection	0	15 777	0	0	15 777
14 809	Traffic	25 500	428 039	8 205	0	436 244
0	Civil Building	0	4 379 647	0	0	4 379 647
0	Abbatoir	0	0	0	0	0
0	Sport & Recreation	524 525	2 528 069	1 527 016	0	4 055 085
4 249	Parks & Pavements	0	199 123	0	0	199 123
0	Swimming Pool	0	64 847	0	0	64 847

Expenditure 2008	SERVICE	Budget 2008/2009	Balance at 30-06-2008	Expenditure 2008/2009	Written off, transferred or disposed of during the year	Balance at 30-06-2009
1 992 361	**ECONOMICAL SERVICES:**	1 215 160	22 687 444	2 283 353	0	24 970 797
258 330	Cleansing	0	1 201 908	288 255	0	1 490 163
0	Licencing	0	0	0	0	0
0	Holiday Resort	0	0	0	0	0
1 734 032	Sewerage	1 215 160	21 485 536	1 995 098	0	23 480 634
2 916 494	**TRADING SERVICES:**	6 419 720	37 503 364	6 694 904	0	44 198 268
377 028	Electricity	0	16 263 851	0	0	16 263 851
2 539 467	Water	6 419 720	21 239 513	6 694 904	0	27 934 417
0	**HOUSING:**	0	0	0	0	0
0	Housing	0	0	0	0	0
8 552 119	**TOTAL FIXED ASSETS**	10 076 941	105 372 533	12 352 569	0	117 725 102
	LOANS REDEEMED AND OTHER CAPITAL RECEIPTS:		101 168 584	12 712 849	0	113 881 433
			101 168 584	12 712 849	0	113 881 433
	Loans redeemed & Advances		3 758 486	648 534	0	4 407 020
	Contribution ex operating income		13 523 764	1 036 396	0	14 560 160
	General Capital-ward 2/District: Nkangala		9 979 193	11 027 919	0	21 007 112
	General Capital		68 369 857	0	0	68 369 857
	Donations		5 537 284	0	0	5 537 284
			0	0	0	0
	NET FIXED ASSETS		4 203 949	-360 279	0	3 843 669

EMAKHAZENI LOCAL MUNICIPALITY

ANALYSIS OF OPERATING INCOME AND EXPENDITURE

FOR THE YEAR ENDED

30 JUNE 2009

2008 ACTUAL R		2009 ACTUAL R	2009 BUDGET R
	INCOME		
15 960 545	Grants and subsidies	19 718 672	19 077 773
10 272 274	Assessment Rates	9 261 991	8 949 614
13 866 973	Sale of Electricity	15 994 440	19 990 027
6 875 767	Sale of Water	7 169 234	6 955 117
3 433 399	Refuse Removal Services	4 646 554	3 775 909
4 145 246	Sewerage Services	4 705 239	4 415 035
7 380 029	Other Income	12 187 263	17 231 900
61 934 233		**73 683 394**	**80 395 375**
	EXPENDITURE		
25 899 386	Wages and allowances	28 787 726	29 408 684
28 277 612	**General Expenses:**	41 046 895	43 402 574
-	* Bulk water purchases	-	-
8 060 486	* Bulk electricity purchases	12 667 180	12 733 573
20 217 126	* Other general expenses	28 379 715	30 669 001
-	General Expenses not classified	-	-
4 200 676	Repairs and maintenance	4 913 581	5 212 682
1 050 346	Capital Charges	1 248 581	1 249 300
2 306 016	Contributions to Fixed Assets	1 036 396	1 122 135
-	Contributions to Funds	-	-
61 734 036	**Gross Expenditure**	**77 033 178**	**80 395 375**
-	Less: Amounts charged out	-	-
61 734 036	**Net Expenditure**	**77 033 178**	**80 395 375**

EMAKHAZENI LOCAL MUNICIPALITY

DETAILED INCOME STATEMENT

for the year ended

30 JUNE 2009

2007/8 ACTUAL INCOME R	2007/08 ACTUAL EXPENDITURE R	2007/08 (DEFICIT) R		2008/09 ACTUAL INCOME R	2008/09 ACTUAL EXPENDITURE R	2008/09 SURPLUS/ (DEFICIT) R	2008/09 BUDGET SURPLUS/ (DEFICIT) R
40 969 403	**47 038 929**	**(6 069 526)**	**RATES & GENERAL SERVICES**	**50 250 300**	**54 198 327**	**(3 948 027)**	**4 300 333**
33 156 439	**36 325 936**	**(3 169 498)**	**COMMUNITY SERVICES**	**40 272 824**	**42 987 560**	**(2 714 736)**	**1 566 526**
10 272 274	0	10 272 274	Assessment Rates	9 261 991	0	9 261 991	(8 949 614)
39 580	186 009	(146 429)	Cemetry	48 095	173 328	(125 233)	147 103
280 000	418	279 582	Forestry	0	24 232	(24 232)	40 371
10 916	1 813 625	(1 802 709)	Social Development	9 157	2 642 006	(2 632 849)	2 792 300
73	1 477 235	(1 477 161)	Health Services	0	1 472 234	(1 472 234)	1 054 530
128 322	4 513 577	(4 385 255)	Public Works	16 100	4 130 939	(4 114 839)	4 344 793
1 461 198	462 584	998 614	Urban Development	619 694	853 256	(233 563)	(1 734 429)
851 429	6 811 828	(5 960 399)	Council's General *	935 515	5 807 868	(4 872 353)	7 031 751
0	4 116 901	(4 116 901)	Administration / Management Services	0	4 382 511	(4 382 511)	4 589 473
15 396 545	3 861 500	11 535 045	Municipal Manager	19 019 325	4 101 077	14 918 248	(14 104 851)
510 783	6 404 358	(5 893 575)	Finance / Treasurer Finance	945 388	8 576 735	(7 631 347)	2 994 458
4 205 319	4 036 705	168 614	Traffic & Licencing	9 417 560	7 565 844	1 851 716	124 279
0	304 262	(304 262)	Workshop	0	190 008	(190 008)	136 213
0	0	0	Town Secretary	0	0	0	0
0	2 336 934	(2 336 934)	Stores	0	3 067 521	(3 067 521)	3 100 148
3 651 919	**7 118 973**	**(3 467 053)**	**SUBSIDISED SERVICES**	**5 243 942**	**7 793 666**	**(2 549 724)**	**3 751 294**
13 873	357 409	(343 536)	Library	9 592	338 896	(329 304)	348 389
40 213	134 538	(94 325)	Parks Chalets	85 391	145 272	(59 881)	125 390
3 468 470	3 733 364	(264 894)	Cleansing Service	4 646 847	4 462 256	184 591	691 034
431	240 601	(240 170)	Fire Services	0	343 790	(343 790)	333 567
128 279	36 266	92 013	Civil Buildings	501 558	112 855	388 703	(310 804)
79	9 848	(9 769)	Swimming Pool	554	260	294	(1 451)
574	2 606 947	(2 606 373)	Parks & Pavements & Grounds	0	2 390 337	(2 390 337)	2 565 169

APPENDIX E

2007/8 ACTUAL INCOME R	2007/8 ACTUAL EXPENDITURE R	2007/8 SURPLUS/ (DEFICIT) R		2008/09 ACTUAL INCOME R	2008/09 ACTUAL EXPENDITURE R	2008/09 SURPLUS/ (DEFICIT) R	2008/09 BUDGET SURPLUS/ (DEFICIT) R
4 161 045	**3 594 020**	**567 025**	**ECONOMICAL SERVICES**	**4 733 534**	**3 417 101**	**1 316 433**	**(1 017 487)**
4 161 045	3 594 020	567 025	Sewerage	4 733 534	3 417 101	1 316 433	(1 017 487)
0	**0**	**0**	**HOUSING SERVICES**	**0**	**0**	**0**	**0**
0	0	0	Housing	0	0	0	0
20 964 830	**14 695 107**	**6 269 723**	**TRADING SERVICES**	**23 433 094**	**22 834 861**	**598 243**	**(4 300 333)**
14 049 164	11 145 430	2 903 734	Electricity	16 191 220	18 221 362	(2 030 143)	(1 807 356)
6 915 666	3 549 678	3 365 989	Water	7 241 874	4 613 489	2 628 385	(2 492 977)
61 934 233	**61 734 036**	**200 197**	**TOTAL**	**73 683 394**	**77 033 178**	**(3 349 785)**	**0**
		(2 302 154)	Appropriations for the year			(3 462 485)	
		(2 101 957)	Net Surplus / (Deficit) for the year			**(6 812 269)**	
		19 483 637	Unappropriated Surplus / (Deficit) at the beginning of the year			17 381 680	
		17 381 680	Unappropriated Surplus / (Deficit) at the end of the year			**10 569 411**	

* Council and General Include income from vote 921/600545

EMAKHAZENI LOCAL MUNICIPALITY

STATISTICAL INFORMATION

for the year ended

30 JUNE 2009

STATISTICAL INFORMATION	2008	2009
ELECTRICITY		
Number of consumers (Commercial & Residential)	8 006	8 895
Units bought (kWh) per annum	43 731 811	45 777 634
Cost per unit bought ®	0.21c	0.27c
Units generated by municipality ('000 kWh) per annum	0	0
Cost per unit generated ®	0	0
Units sold	22 702 509	28 834 854
Cost per unit sold	0.57c	0.57c
Units lost in distribution (kWh) per annum	0	0
Units distributed as a free basic service (kWh) per annum	2 368 080	3 202 200
Number of pre-paid meters installed	6 449	6 738
WATER		
Number of consumers (Commercial & Residential)	10 773	11 197
Units sold	3 079 024	3 212 601
Cost per kl sold	R 2.71	R 3.76
Units distributed as a free basic service kl per annum	686 649	806 184
SEWERAGE AND SANITATION		
Number of consumers	11 630	11 860
Flush toilets connected to a public sewerage system	9 294	9 502
GENERAL STATISTICS		
Population	47 907	56 800
Surface area in hectares	52 730	52 730
Valuation of taxable and non-taxable property		
Number of employees	296	317